

Sue,

I looked at the financial statements disclosed on the Michigan Catastrophic Claims Assoc. website in an effort to give you my opinion on the business worthiness of the fund. I was impossible for me to give you my opinion as there was no information provided as to how the fund computed revenue, expenses, etc.

I also looked at the Independent Audit Report issued by PricewaterhouseCoopers LLP for the fiscal years ended June 30, 2010 and 2009. Their report stated that they the financial statements did not fairly represent statements prepared in conformity with generally accepted accounting principles of the United States, which is the method used by CPAs in preparing financial statements for their clients. The Association is preparing their statements using a method of accounting in conformity with State of Michigan Office of Financial and Insurance Regulation. PricewaterhouseCoopers LLP went on to say if the statements were prepared in accordance with generally accepted accounting principles of the United States, the Association's accumulated deficit would be reduced by \$52,885,323,000 for 2010 and \$49,035,990,000 in 2009 and the Association's net income would increase by \$3,849,333,000 for 2010 and decrease by \$1,160,259,000 for 2009.

Please let me know if I can be of further assistance to you.

Suzanne M. Mikolaizyk

Certified Public Accountant

Victor R Hayes Company PLC